

**FISCAL YEAR 2007
INTENDED USE PLAN

FOR THE

CLEAN WATER STATE REVOLVING LOAN FUND PROGRAM
LOUISIANA DEPARTMENT OF ENVIRONMENTAL QUALITY**

Submitted to the
U.S. Environmental Protection Agency
Region 6

Prepared by the
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Prepared for July 1, 2006

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I. INTRODUCTION

This document is the State of Louisiana's Intended Use Plan (the "IUP"), prepared by the Financial Services Division (the "Division") of the Louisiana Department of Environmental Quality (the "Department"). It is for all funds available to Louisiana's Clean Water State Revolving Loan Fund (the "CWSRF") during Fiscal Year (the "FY") 2007. The Department is continuing a long range plan to protect the future health of the CWSRF while providing financial assistance for wastewater collection and treatment infrastructure and other eligible environmental improvements to Louisiana communities.

This IUP is based on FY07 sources of funds of \$153,713,011, and uses of funds of \$152,410,259 and an additional reserved balance of \$1,302,752 for hurricane relief (See FY07 Chart 2, Sources and Uses). Available revenues consist of the cash balance forwarded from the previous year, federal grants, state matching funds, interest earnings on loans and investments, and principal repayments. It is our plan to use the FY07 revenues to provide below market rate loans on eligible projects, to protect human health, to improve the water quality and economic viability of Louisiana's rivers, lakes and groundwater, to assist in hurricane recovery, and to administer the CWSRF program. As hurricane loans become active it may be necessary to leverage the program to meet demand.

II. LIST OF PROJECTS

The CWSRF has provided financial assistance totaling \$426,225,324 as of this date and has signed binding commitments for \$89,320,000 (See FY07 Chart 1, Loans Closed/Commitments). We are currently in negotiations with Lafayette for a \$17,500,000 binding commitment and with St. Tammany Parish to secure a binding commitment in the amount of \$20,000,000 for hurricane recovery work. In FY07, it is anticipated that the CWSRF will provide funds for ten (10) projects totaling approximately \$126,820,000. See the anticipated FY07 Loan Closings chart below. These municipalities are on the current CWSRF Priority List, and have submitted or are in the process of preparing a Facility Plan required for participation in the program. These loans will be funded with grant funds, state match, loan repayments, and interest earnings.

ANTICIPATED 07 LOAN CLOSINGS	
Bossier Parish Sewer Dist. #1	\$ 17,450,000.00
Baton Rouge #2	\$ 15,000,000.00
Crowley #4	\$ 1,500,000.00
Lafayette #2	\$ 17,500,000.00
Lafourche Parish Sewer Dist. #1	\$ 1,500,000.00
Mansura	\$ 1,270,000.00
New Orleans Water and Sewer Bd. #1	\$ 50,000,000.00
St. Tammany Parish	\$ 20,000,000.00
Westwego	\$ 2,000,000.00
Winnfield	\$ 600,000.00
	<u>\$ 126,820,000.00</u>

The status of the National Municipal Policy (NMP) projects in this Intended Use Plan will not be affected by the work contemplated. All of the projects listed on the NMP List have been previously funded.

The State's Project Priority List consists of a listing of all projects that have, or are expected to qualify for, and participate in the program (See the FY06 Priority List submitted with the amended 06 grant application CS 22-0006-1). These projects are ranked by staff in the engineering section, given a priority rating, and then listed in alphabetical order on the current Priority List. Loans are approved from this list on a readiness to proceed basis. Should total actual project needs exceed CWSRF funds available, projects to be funded will be prioritized according to the Priority System. When needed procedures will be established by the Division, with EPA approval, to sell bonds to expand the program to meet demand, or develop other procedures that are in the best interest of the Louisiana CWSRF program.

III. GOAL STATEMENTS

A. Long-Term Goals

The CWSRF continues to maintain long-term goals to ensure it assists the State in meeting water quality goals and ensure the long-range integrity of the fund.

1. To achieve statewide compliance with Federal and State water quality standards by providing financial assistance to municipalities and other qualified recipients.
2. To promote expanded eligibility under Title VI of the Clean Water Act that allows financial assistance for additional project categories. These additional project categories include non-point sources, reconstruction of facilities, facilities needed to accommodate population growth, estuary, and groundwater-related needs.
3. To maintain the fiscal integrity of the Fund and to assure its continuous enhancements in perpetuity through maintaining net assets equal to federal capitalization grants and state matching funds and the use of a cash flow modeling plan.
4. Draw funds from grants and cash by assigning at least one loan to draw construction funds from cash rather than grant funds. First priority will be given to drawing available grant funds.

B. Short-Term Goals

The Department will pursue the following short-term goals in an effort to continually improve the CWSRF program.

1. To promote the benefits of the program to as many communities, as possible, including those impacted by Hurricanes Katrina and Rita, we are working with the Louisiana Municipal Association, the Louisiana Police Jury Association, Rural Utility Service and Community Development Block Grant and the Louisiana Recovery Authority to identify prospective borrowers and gaps in needed financing. This also included participation in the Federal Funding Open House held at LDEQ and follow-up visits to interested communities.

2. To offer more favorable financing terms by offering:
 - a. rates based on the Baa 20-year bond rate determined from the "Bond Buyer Index" the week prior to the loan closing; this rate would move upward each year until it reaches the cap of 3.95 percent;
 - b. a reduction of costs by allowing borrowers to utilize the services of our bond counselors to provide all documentation, proceedings and opinions, allowing the borrower to save approximately one third of the bond counsel fees, if they so choose.
 - c. a lower rate (from .50% to our current rate of 3.95%) to areas affected by Hurricanes Katrina and Rita.
3. To work to assure coordination of activities between the CWSRF and the LDEQ Enforcement section to bring at least five communities listed in this plan into compliance in accordance with Section 301(I) (I) of the Act.
4. To participate in a pilot program to identify environmental benefits gained from the CWSRF program by filling out the Environmental Benefits one-page worksheet recently developed with ASWIPCA to satisfy the mandatory output/outcome requirements of EPA Order 5700.7. Completed worksheets for loans closed during the year will be submitted to EPA Region 6 along with the current Annual Report.
5. Secure two binding commitments and ten loan agreements for the projects identified for assistance on page one of this IUP.
6. Apply for and secure approval of the FY 2007 allotment when it becomes available.

IV. INFORMATION ON CWSRF ACTIVITIES

- A. Communities Served and Financial Assistance Provided - Loans and refinancing of debt are the two types of assistance provided. In addition we are offering to loan money to cover the 10% match required by FEMA to communities impacted by the hurricanes. Both large and small communities have expressed interest in loans and one has participated in debt refinancing. LDEQ proposes to fund a demonstration project in Slidell for \$250,000 over 14 months from the non-program portion of the Administrative Fee Fund. This project provides collection system reduction and control of fats, oils and grease; improvement in efficient quality and/or plant treatment capacity; reduction in biosolids produced at the plant; and the reduction of operation and energy costs within both the collection system and the Terrance Avenue Wastewater Treatment plant.
- B. Allocation of Funds - Projects are funded on a first come, first served basis. In the event that projects identified for funding in this IUP are unable to proceed, these delayed projects will be bypassed and other projects from the Project Priority List that are ready to proceed will be funded.
- C. CWSRF Loan Rate - The present permanent CWSRF finance charge on all CWSRF loans is 3.95% and is stated in loan documents as 3.45% interest plus a 0.50% administrative fee charged only on loan monies drawn. The present CWSRF rate was set by the Secretary of the Department on December 20, 1996. A new variable rate based on the Baa 20-year bond rate listed in the "Bond Buyer Index" one week prior to loan closing was introduced during FY05. The .50% administrative fee is added to this rate to determine the total rate charged.

The rate is adjusted annually in accordance with the rates forecast by the "Index" at the closing date. This new rate allows a lower rate during the early construction years and has been utilized on all loans closed beginning with FY05. A reduced rate of as low as zero, with a half percent charged to cover administrative costs, is being considered for certain communities impacted by the hurricanes and will be offered when approved by the Secretary. The financial staff reviews the prevailing market rates found in the "Bond Buyer Index" and makes recommendations to the Secretary for changes. Actual changes are made when the Secretary deems them to be appropriate.

- D. Administrative Costs of the CWSRF - The Department, intends to use an amount equal to 4% of federal grant funds for administrative support. Additional monies for administrative costs of the CWSRF program will also be generated from the Department's 0.50% administrative fees charged on all loans or supplied by other state funds if needed. The State's Administrative Fees Fund is held outside the SRF Fund and as of June 1, 2006 had a balance of \$10,399,850.
- E. Enforcement Orders - The CWSRF currently works closely with State and Federal enforcement officials to implement long-term goals and help communities comply with Federal and State water quality standards.
- F. Cash Management - The Louisiana Department of the Treasury manages the investment of the CWSRF cash in the same manner as cash and reserves for other agencies and programs. Investments, by State law, are limited to government securities, collateralized bank certificates of deposit and like instruments. No changes to investment vehicles are presently contemplated.

V. ASSURANCES AND SPECIFIC PROPOSALS

The Louisiana Department of Environmental Quality provides the necessary assurances and certifications as part of the Operating Agreement between the State of Louisiana and the U.S. EPA. This includes the requirements of the following sections of the law:

- 602(b)(2) State Matching Funds - The State of Louisiana agrees to provide match monies in an amount equal to 20 percent of each grant payment. The State of Louisiana will fund the required State Match by using State General Fund appropriations, Capital Outlay appropriations, tobacco settlement funds and bond proceeds. The State will deposit sufficient cash match into the CWSRF to meet its proportionate share requirement prior to drawing federal funds in accordance with 40 CFR 35.3135(b)(1).
- 602(b)(3) Binding Commitments - The State of Louisiana will enter into binding commitments for 120% of each quarterly payment within 1 year of receipt of that payment.
- 602(b)(4) Expeditious and Timely Expenditures - The State of Louisiana will expend all funds in the CWSRF in a timely and expeditious manner as required by this section and acknowledged in our Operating Agreement.
- 602(b)(5) First Use for Enforceable Requirements - The State of Louisiana confirms that any publicly owned treatment works previously identified as part of the National Municipal Policy (NMP) universe are either in compliance, on an enforcement schedule, have an enforcement action filed, or have a funding commitment from a prior year.

- 602(b)(6) Compliance with Equivalency Requirements - The State of Louisiana agrees to meet the specific statutory requirements (Title II) for publicly owned wastewater treatment projects constructed in whole or in part before FFY 1995. Projects funded after FFY 1995 will meet applicable (non-Title II) equivalency requirements.
- 40 CFR 35.3140 Environmental Reviews - The State of Louisiana will conduct environmental reviews as specified in the Project Review Procedures of the Operating Agreement and 40 CFR 35.3140.

VI. CRITERIA AND METHOD FOR DISTRIBUTION OF FUNDS

State Revolving Fund (SRF)

The staff of the Financial Services Division will perform fiscal analysis to determine the amount of funding to be available. The State's Project Priority List is utilized to obtain SRF funding. Projects are funded on a first come, first served basis. The Project Priority system will be revised to accommodate demand and community needs in excess of the financial resources readily available to the program. The Project Priority List is subject to Federal approval. Future IUPs will incorporate any revisions to the Project Priority List with detailed explanations.

Sources of Funds Available for Loans and Administration – FY07 Chart 2 identify Louisiana's total funding sources for FY2007. \$153,713,011 in resources will be available to the State of Louisiana's CWSRF in FY2007 including federal capitalization grants, state matching funds, interest earnings and loan repayments.

The EPA Administrator, or his duly authorized representative, and the State of Louisiana shall jointly establish a schedule of payment under which the EPA Administrator, or his duly authorized representative, will pay to the State of Louisiana the amount of each grant to be made to the State under Title VI of the Act. This schedule shall be based on the State's IUP under Section 606(c) of the Act, except that:

- such payments shall be made in quarterly installments, and
- such payments shall be made as expeditiously as possible.

These payments shall be made by the EPA Administrator, or his duly authorized representative, to the State of Louisiana based upon disbursement schedules for all awarded Capitalization Grants.

Disbursement Schedule – Ten (10) projects were identified as fundable during the 07 fiscal year (Bossier Parish SD#1, Crowley 4, East Baton Rouge 2, Lafayette 2, Lafourche Parish SD#1, Mansura, New Orleans Water and Sewer Board 1 hurricane recovery, St. Tammany Parish hurricane recovery, Westwego, and Winnfield). Louisiana's disbursement schedule is based on estimated project construction dates and projected EPA/ACH payment drawdowns from current grants, anticipated allotments and cash balances available for these projects. Estimated quarterly draws are shown in FY07 Chart 4 Estimated Uses of Funds.

VII. PUBLIC REVIEW AND COMMENT

A copy of the IUP was made available for public review and comment between June 26th and July 25th, 2006 and written comments were accepted through close of business, July 25 2006. (See

copy of public notice below.) Any comments received will be duly considered and will be provided to EPA.

PUBLIC NOTICE

Notice is hereby given that the Financial Services Division, Loan Section of the Louisiana Department of Environmental Quality (LDEQ) is applying for approval of the State Revolving Loan FY07 Intended Use Plan (IUP) for its wastewater construction loan program from the U.S. Environmental Protection Agency (EPA).

Copies of the IUP are available for inspection during office hours (8:00 AM – 4:30 PM, Monday – Friday) at LDEQ, Galvez Building, Financial Services, 9th Floor, 602 North Fifth Street, Baton Rouge, Louisiana 70802.

Interested parties may review the IUP and submit written comments to Margaret Bethea, LDEQ Financial Services Division, Loan Section, P. O. Box 4303, Baton Rouge, LA 70821-4303. Written comments must be received by close of business (COB) July 25, 2006.

VIII. RECORDS

The State of Louisiana will receive and review all project documents from assistance applicants. These documents, together with the State's review memos and checklists, will be filed in the official electronic project files maintained by the State. The project files and other CWSRF records located in the State offices shall be made available in accordance with public record laws and for EPA on-site visits scheduled as part of the annual review or audit of the CWSRF.

The State of Louisiana will retain the official project files and other CWSRF files in accordance with 40 CFR Part 31 and will otherwise arrange for the storage of files in accordance with Louisiana State Law and applicable Department Policy and Procedures.

IX. INTENDED USE PLAN AMENDMENT PROCEDURES

Revisions to this Intended Use Plan (IUP) that are determined material will require public notice and EPA notification and approval. Revisions to this IUP that are determined not to be material shall be made by the Division with notification to EPA or through EPA's required annual reporting.

FY07 CHART 1
LOANS CLOSED/COMMITMENTS
LOUISIANA STATE REVOLVING LOAN FUND

A. SECTION 212 PUBLICLY OWNED TREATMENT WORKS PROJECTS LOANS CLOSED:

Congressional District	Borrower		Final Amount Loaned	Parish	Source of Funding
6	Amite City		\$1,330,000.00	Livingston Parish	00-01 Grants
5	Bastrop		\$7,500,000.00	Morehouse Parish	91-93 Grants
1	Bogalusa #2		\$5,599,105.49	Washington Parish	95-01 Grants
1	Bogalusa #3		\$3,170,000.00	Washington Parish	95-99 Grants
1	Bogalusa #1/4		\$1,730,000.00	Washington Parish	92-95 Grants
1	Bogalusa #5		\$2,000,000.00	Washington Parish	98 Grant
4	Bossier City #1		\$5,879,130.00	Bossier Parish	94-98 Grants
4	Bossier City #2		\$3,500,000.00	Bossier Parish	99-03 Grants
4	Caddo Bossier		\$6,250,329.24	Caddo/Bossier Parish	91-93 Grants
7	Crowley #1/2		\$4,500,000.00	Acadia Parish	90-01 Grants
7	Crowley #3		\$3,000,000.00	Acadia Parish	97-01 Grants
6	Donaldsonville		\$2,814,660.00	Ascension Parish	91-95 Grants
6	East Baton Rouge #1		\$25,000,000.00	East Baton Rouge Parish	Cash
3	Franklin #1	pd*	\$850,000.00	St. Mary Parish	88-92 Grants
3	Franklin #2		\$400,000.00	St. Mary Parish	91-92 Grants
3	Franklin #3		\$758,000.00	St. Mary Parish	98-00 Grants
6	Gonzales		\$7,294,064.13	Ascension Parish	93-00 Grants
5	Grambling		\$1,163,785.59	Lincoln Parish	90-97 Grants
3	Gramercy		\$1,250,000.00	St. James Parish	88-93 Grants
3	Henderson		\$600,000.00	St. Martin Parish	98- Grants
3	Iberia District No. 1		\$633,345.40	Iberia Parish	92-96 Grants
5	Jena		\$2,595,131.59	LaSalle Parish	88-90 Grants
7	Jennings		\$6,500,000.00	Jeff Davis Parish	92-99 Grants
1	Kenner #1		\$11,427,802.58	Jefferson Parish	90-93 Grants
1	Kenner #2		\$1,462,875.15	Jefferson Parish	91-93 Grants
7	Lafayette #1		\$18,113,260.25	Lafayette Parish	92-00 Grants
7	Lake Arthur #1		\$2,442,416.87	Jeff Davis Parish	89-91 Grants
7	Lake Arthur #2		\$480,034.60	Jeff Davis Parish	92-93 Grants
4	Leesville		\$4,710,000.00	Vernon Parish	92-94 Grants
3	Lockport		\$1,770,000.00	Lafourche Parish	91-93 Grants
3	Lutcher		\$840,000.00	St. James Parish	Cash
4	Mansfield #1	pd	\$2,067,468.13	Desoto Parish	88-90 Grants
4	Mansfield #2		\$345,383.40	Desoto Parish	92-94 Grants
5	Monroe #1/2		\$27,000,000.00	Ouachita Parish	97-98 Grants & Cash
5	Monroe #3		\$10,000,000.00	Ouachita Parish	00-04 Grants
5	Monroe #4		\$11,000,000.00	Ouachita Parish	Cash
4	Natchitoches #1	pd	\$2,774,559.23	Natchitoches Parish	88 Grant
4	Natchitoches #2	pd	\$7,000,000.00	Natchitoches Parish	88-89 Grants
4	Natchitoches #3		\$4,768,321.43	Natchitoches Parish	89-90 Grants
4	Natchitoches #4	pd	\$3,126,255.13	Natchitoches Parish	89-91 Grants
4	Natchitoches #5		\$1,500,000.00	Natchitoches Parish	97-99 Grants
3	New Iberia #1		\$7,000,000.00	Iberia Parish	92-98 Grants
3	New Iberia #2		\$3,000,000.00	Iberia Parish	98-03 Grants
3	New Iberia #3		\$10,000,000.00	Iberia Parish	Cash
3	New Iberia #4		\$4,000,000.00	Iberia Parish	Cash
4	New Llano		\$880,920.35	Vernon Parish	92-94 Grants
7	Opelousas #1/2		\$1,000,000.00	St. Landry Parish	92-95 Grants
7	Opelousas #3		\$3,850,898.62	St. Landry Parish	96-00 Grants
7	Opelousas #4		\$4,846,497.86	St. Landry Parish	98-00 Grants
7	Opelousas #5		\$2,200,000.00	St. Landry Parish	01 - Grants
1	Ponchatoula	pd	\$2,398,923.87	Tangipahoa Parish	88-92 Grants
6	Port Allen		\$1,236,122.74	West Baton Rouge Parish	95-98 Grants
7	Rayne		\$6,450,000.00	Acadia Parish	92-98 Grants
5	Ruston #1	pd	\$3,204,746.83	Lincoln Parish	88-89 Grants

*These loans are paid in full.

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Congressional District	Borrower		Final Amount Loaned	Parish	Source of Funding
5	Ruston #2		\$1,432,535.20	Lincoln Parish	90-92 Grants
5	Ruston #3		\$19,500,000.00	Lincoln Parish	04 Grant
3	St. Charles Parish #1		\$6,300,000.00	St. Charles Parish	90-92 Grants
3	St. Charles Parish #2		\$17,000,000.00	St. Charles Parish	94-99 Grants
3	St. Charles Parish #3		\$24,000,000.00	St. Charles Parish	95-98 Grants
3	St. Martinville		\$2,395,682.54	St. Martin Parish	90-92 Grants
3	St. Mary District No. 5		\$807,805.36	St. Mary Parish	90-91 Grants
1	St. Tammany #4		\$735,656.79	St. Tammany Parish	96-98 Grants
4	Shreveport #1		\$25,000,000.00	Caddo Parish	Cash
4	Shreveport #2		\$13,000,000.00	Caddo Parish	00- Grants
4	Shreveport #3		\$16,000,000.00	Caddo Parish	00- Grants
4	Shreveport #4	pd.	\$50,000.00	Caddo Parish	00 Grant
4	Shreveport #4B		\$4,904,000.00	Caddo Parish	Cash
4	Shreveport #5	pd.	\$95,372.00	Caddo Parish	01 Grant
4	Shreveport #5B		\$12,151,000.00	Caddo Parish	Cash
1	Slidell #1		\$3,898,176.88	St. Tammany Parish	93-98 Grants
1	Slidell #2		\$4,100,000.00	St. Tammany Parish	03- Grants
4	Springhill		\$6,279,304.37	Webster Parish	91-98 Grants
3	Thibodaux		\$2,283,827.27	Lafourche Parish	93-97 Grants
7	Vinton	pd	\$985,407.94	Calcasieu Parish	88 Grant
6	Walker #1		\$4,200,000.00	Livingston Parish	98-00 Grants
6	Walker #2		\$300,000.00	Livingston Parish	98-00 Grants
6	Walker #3		\$2,388,526.93	Livingston Parish	Cash
3	Welsh		\$1,403,989.79	Jeff Davis Parish	93-97 Grants
7	Youngsville		\$1,800,000.00	Lafayette Parish	03 Grant
Total Loans Closed:			<u>\$426,225,323.55</u>		

B. SECTION 212 PUBLICLY OWNED TREATMENT WORKS PROJECTS LOAN COMMITMENTS:

4	Bossier Parish SD #1	\$17,450,000.00	Bossier Parish	06- Grants
7	Crowley #4	\$1,500,000.00	Acadia Parish	04- Grants
6	East Baton Rouge #2	\$15,000,000.00	East Baton Rouge Parish	06- Grants
3	Lafourche Parish SD #1	\$1,500,000.00	Lafourche Parish	06- Grants
5	Mansura	\$1,270,000.00	Avoyelles Parish	06- Grants
1	New Orleans Water & Sewer Bd.	\$50,000,000.00	Orleans Parish	Cash
1	Westwego	\$2,000,000.00	Jefferson Parish	04- Grants
5	Winnfield	\$600,000.00	Winn Parish	04- Grants
Total Commitments:		<u>\$89,320,000.00</u>		

C. SECTION 102(d) HARDSHIP GRANT PROJECT

3	Henderson	\$1,121,190.00	St. Martin Parish	98 Hdship Grant
Total All Projects		<u>\$516,666,513.55</u>		

*These loans are paid in full.

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CHART 2 – SOURCES AND USES
LOUISIANA CLEAN WATER SRF PROGRAM
ANALYSIS OF LOAN ASSISTANCE AVAILABLE IN FY 2007

SOURCES OF FUNDS

Undrawn 04 - 06 Grants	\$	31,855,924	
Pending 06 Allotment	\$	9,623,700	
State Match	\$	4,363,720	
Principal Repayments	\$	66,501,684	
Loan Interest	\$	37,027,095	
Interest Earnings on Investments	\$	4,340,888	
TOTAL SOURCES			\$ 153,713,011

USES OF FUNDS

Current Loans & Administrative Expenses

Loan Disbursements Grant	\$	8,733,754	
Loan Disbursements State Match	\$	1,747,172	
Loan Disbursements Cash on Hand	\$	11,709,665	
Administrative Expenses Grant	\$	306,019	
Administrative Expenses State Match	\$	61,220	
TOTAL CURRENT USES			\$ 22,496,610
Estimated undrawn balance of loans 6/30/2007	\$	129,913,649	
Total Undrawn Loans			\$ 129,913,649
TOTAL USES			\$ 152,410,259
RESERVE BALANCE*			\$ 1,302,752

*Balance for new projects in the hurricane area still seeking funds.

ANTICIPATED 07 LOAN CLOSINGS

Bossier Parish Sewer Dist. #1	\$	17,450,000.00
Baton Rouge #2	\$	15,000,000.00
Crowley #4	\$	1,500,000.00
Lafayette #2	\$	17,500,000.00
Lafourche Parish Sewer Dist. #1	\$	1,500,000.00
Mansura	\$	1,270,000.00
New Orleans Water and Sewer Bd. #1*	\$	50,000,000.00
St. Tammany Parish*	\$	20,000,000.00
Westwego	\$	2,000,000.00
Winnfield	\$	600,000.00
TOTAL ANTICIPATED LOAN CLOSINGS		\$ 126,820,000.00

*Hurricane Recovery

CHART 3
FY07 PRINCIPAL PAYMENTS

PROJECT	ANNUAL PAYMENTS	FEDERAL			
		1ST QTR.	2ND QTR.	3RD QTR.	4TH QTR.
Amite City	\$ 49,000.00		\$ 49,000.00		
Bastrop	\$ 375,000.00				\$ 375,000.00
Bogalusa #2	\$ 255,000.00			\$ 255,000.00	
Bogalusa #3	\$ 140,000.00			\$ 140,000.00	
Bogalusa #4	\$ 80,000.00			\$ 80,000.00	
Bogalusa #5	\$ 85,000.00			\$ 85,000.00	
Bossier City #1	\$ 250,000.00	\$ 250,000.00			
Bossier City #2	\$ 130,000.00	\$ 130,000.00			
Caddo-Bossier Port Commission	\$ 315,000.00		\$ 315,000.00		
Crowley #2	\$ 220,000.00				\$ 220,000.00
Crowley #3	\$ 120,000.00				\$ 120,000.00
Donaldsonville	\$ 135,000.00				\$ 135,000.00
East Baton Rouge #1	\$ 940,000.00			\$ 940,000.00	
Franklin #2	\$ 22,000.00		\$ 22,000.00		
Franklin #3	\$ 31,000.00		\$ 31,000.00		
Gonzales	\$ 365,000.00	\$ 365,000.00			
Grambling	\$ 60,000.00	\$ 60,000.00			
Gramercy	\$ 75,000.00		\$ 75,000.00		
Henderson	\$ -		\$ -		
Iberia Sewerage District #1	\$ 31,000.00			\$ 31,000.00	
Jena	\$ 145,000.00		\$ 145,000.00		
Jennings	\$ 330,000.00		\$ 330,000.00		
Kenner #1	\$ 570,000.00			\$ 570,000.00	
Kenner #2	\$ 70,000.00			\$ 70,000.00	
Lafayette	\$ 840,000.00			\$ 840,000.00	
Lake Arthur #1	\$ 130,000.00		\$ 130,000.00		
Lake Arthur #2	\$ 25,000.00		\$ 25,000.00		
Leesville	\$ 250,000.00		\$ 250,000.00		
Lockport	\$ 88,000.00		\$ 88,000.00		
Lutcher	\$ -	\$ -			
Mansfield #2	\$ 19,000.00		\$ 19,000.00		
Monroe #2	\$ 1,025,000.00			\$ 1,025,000.00	
Monroe #3	\$ 380,000.00			\$ 380,000.00	
Monroe #4	\$ -			\$ -	
Natchitoches #3	\$ 250,516.02	\$ 250,516.02			
Natchitoches #5	\$ 65,000.00	\$ 65,000.00			
New Iberia #1	\$ 365,000.00		\$ 365,000.00		
New Iberia #2	\$ 125,000.00		\$ 125,000.00		
New Iberia #3	\$ 340,000.00			\$ 340,000.00	
New Iberia #4	\$ 134,000.00		\$ 134,000.00		
New Llano	\$ 42,000.00		\$ 42,000.00		
Opelousas #2	\$ 45,000.00				\$ 45,000.00
Opelousas #3	\$ 170,000.00				\$ 170,000.00
Opelousas #4	\$ 60,000.00				\$ 60,000.00
Opelousas #5	\$ 46,000.00				\$ 46,000.00
Port Allen #1	\$ 60,000.00			\$ 60,000.00	
Rayne	\$ 315,000.00		\$ 315,000.00		
Ruston #2	\$ 70,000.00	\$ 70,000.00			
Ruston #3	\$ -	\$ -			
Shreveport #1	\$ -			\$ -	
Shreveport #2	\$ -			\$ -	
Shreveport #3	\$ -			\$ -	
Shreveport #4B	\$ 5,000.00			\$ 5,000.00	
Shreveport #5B	\$ 5,000.00			\$ 5,000.00	
Slidell #1	\$ 195,000.00			\$ 195,000.00	
Slidell #2	\$ 160,000.00			\$ 160,000.00	
Springhill	\$ 318,000.00		\$ 318,000.00		
St. Charles Parish #1	\$ 325,000.00				\$ 325,000.00
St. Charles Parish #2	\$ -		\$ -		
St. Charles Parish #3	\$ -		\$ -		
St. Martinville	\$ 135,000.00		\$ 135,000.00		
St. Mary Sewer District 5	\$ 40,000.00		\$ 40,000.00		
St. Tammany Sewer District 4	\$ 31,000.00		\$ 31,000.00		
Thibodeaux	\$ 105,000.00		\$ 105,000.00		
Walker #1	\$ 170,000.00			\$ 170,000.00	
Walker #2	\$ 12,000.00			\$ 12,000.00	
Walker #3	\$ 95,000.00			\$ 95,000.00	
Welsh	\$ 65,000.00				\$ 65,000.00
Youngsville	\$ 68,000.00			\$ 68,000.00	
	\$ 11,366,516.02	\$ 1,190,516.02	\$ 3,089,000.00	\$ 5,526,000.00	\$ 1,561,000.00

CHART 4
LOUISIANA FY07 ESTIMATED USES OF FUNDS

Loans Paid From Grants & Match	Beginning Loan Balance	FFY06 4th Quarter	FFY 07 1st Quarter	FFY 07 2nd Quarter	FFY 07 3rd Quarter	Total	Balance Outstanding
Bossier Parish Sewer Dist #1	\$ 17,450,000.00	\$ -	\$ 100,000	\$ 75,000	\$ 100,000	\$ 275,000	\$ 17,175,000
East Baton Rouge #2	\$ 15,000,000	\$ -	\$ -	\$ 50,000	\$ 150,000	\$ 200,000	\$ 14,800,000
Crowley 4	\$ 1,500,000	\$ 90,000	\$ 150,000	\$ 150,000	\$ 100,000	\$ 490,000	\$ 1,010,000
Henderson	\$ 20,517	\$ 20,517	\$ -	\$ -	\$ -	\$ 20,517	\$ -
Lafourche Parish Sewer Dist #1	\$ 1,500,000	\$ 50,000	\$ 100,000	\$ 125,000	\$ 150,000	\$ 425,000	\$ 1,075,000.00
Mansura	\$ 1,270,000	\$ -	\$ 55,000	\$ 75,000	\$ 95,000	\$ 225,000	\$ 1,045,000.00
Opelousas 5	\$ 1,249,406	\$ 100,000	\$ 125,000	\$ 150,000	\$ 150,000	\$ 525,000	\$ 724,406
Ruston #3	\$ 16,606,279	\$ 500,000	\$ 900,000	\$ 2,098,258	\$ 3,147,386	\$ 6,645,644	\$ 9,960,635
St, Tammany Parish	\$ 20,000,000	\$ -	\$ 60,000	\$ 75,000	\$ 75,000	\$ 210,000	\$ 19,790,000
Shreveport 2	\$ 4,413,670	\$ 186,959	\$ -	\$ -	\$ 625,000	\$ 811,959	\$ 3,601,711
Shreveport 3	\$ 175,786	\$ 175,786	\$ -	\$ -	\$ -	\$ 175,786	\$ -
Slidell 2	\$ 312,020	\$ 150,000	\$ 162,020	\$ -	\$ -	\$ 312,020	\$ -
Winnfield	\$ 600,000	\$ -	\$ -	\$ 75,000	\$ 90,000	\$ 165,000	\$ 435,000
Total Loans from Grants	\$ 62,647,678	\$ 1,273,262	\$ 1,652,020	\$ 2,873,258	\$ 4,682,386	\$ 10,480,926	\$ 52,441,752
	<u>83.33% Loans</u>	\$ 1,061,009	\$ 1,376,628	\$ 2,394,285	\$ 3,901,832	\$ 8,733,754	
	<u>State Match</u>	\$ 212,253	\$ 275,392	\$ 478,973	\$ 780,554	\$ 1,747,172	
Estimated Administrative Expenses		\$ 91,409	\$ 91,810	\$ 92,210	\$ 91,810	\$ 367,239	
	<u>83.33% Admin. Exp.</u>	\$ 76,171	\$ 76,505	\$ 76,838	\$ 76,505	\$ 306,019	
	<u>State Match</u>	\$ 15,238	\$ 15,305	\$ 15,372	\$ 15,305	\$ 61,220	
Total 83.33% Loans & Admin. Drawn from Grants		\$ 1,137,180	\$ 1,453,133	\$ 2,471,123	\$ 3,978,337	\$ 9,039,773	
Grant #s & Balances	Beginning	BALANCE AFTER QUARTERLY GRANT DRAWS				Grants Balance	
04	\$ 5,156,924	\$ 4,019,744	\$ 2,566,611	\$ 95,488	\$ -	\$ -	
05	\$ 14,853,200	\$ 14,853,200	\$ 14,853,200	\$ 14,853,200	\$ 12,449,459	\$ 12,449,459	
06	\$ 11,845,800	\$ 11,845,800	\$ 11,845,800	\$ 11,845,800	\$ 11,845,800	\$ 11,845,800	
06 allotment	\$ 9,623,700	\$ 9,623,700	\$ 9,623,700	\$ 9,623,700	\$ 9,623,700	\$ 9,623,700	
Total Grants	\$ 41,479,624	\$ 30,718,744	\$ 29,265,611	\$ 26,794,488	\$ 24,295,259	\$ 24,295,259	
Loans from Cash	Beginning Loan Balance	QUARTERLY CASH DRAWS				Cash Drawn	Balance Outstanding
Lafayette #2	\$ 17,500,000	\$ -	\$ -	\$ -	\$ 90,000	\$ 90,000	\$ 17,410,000
Lutcher	\$ 756,610	\$ 75,000	\$ 80,000	\$ 80,390	\$ 150,000	\$ 385,390	\$ 371,220
Monroe #4	\$ 10,900,711	\$ 500,000	\$ 750,000	\$ 1,250,000	\$ 1,500,000	\$ 4,000,000	\$ 6,900,711
New Iberia #3	\$ 1,317,207	\$ 400,000	\$ 500,000	\$ 275,000	\$ 142,207	\$ 1,317,207	\$ -
New Iberia #4	\$ 2,814,966	\$ 175,000	\$ 200,000	\$ 350,000	\$ 400,000	\$ 1,125,000	\$ 1,689,966
New Orleans Water & Sewer #1	\$ 50,000,000	\$ -	\$ 100,000	\$ 100,000	\$ 100,000	\$ 300,000	\$ 49,700,000
Shreveport #1	\$ 846,913	\$ 250,000	\$ 346,913	\$ 100,000	\$ 150,000	\$ 846,913	\$ -
Shreveport #4B	\$ 1,963,882	\$ 363,882	\$ 575,000	\$ 475,000	\$ 550,000	\$ 1,963,882	\$ -
Shreveport #5B	\$ 1,081,273	\$ 587,932	\$ 205,175	\$ 138,166	\$ 150,000	\$ 1,081,273	\$ -
Westwego	\$ 2,000,000	\$ 60,000	\$ 190,000	\$ 150,000	\$ 200,000	\$ 600,000	\$ 1,400,000
Total Loans from Cash	\$ 89,181,562	\$ 2,411,814	\$ 2,947,088	\$ 2,918,556	\$ 3,432,207	\$ 11,709,665	\$ 77,471,897
Total Grant & Cash	\$ 151,829,240	\$ 3,685,076	\$ 4,599,108	\$ 5,791,814	\$ 8,114,593	\$ 22,190,591	\$ 129,913,649

CHART 5
PART 1 - STAFFING LIST
as of June 1, 2007

LOUISIANA CLEAN WATER SRF				
LOUISIANA CWSRF STAFF LISTING	ANNUAL SALARY RATE	EST. CWSRF WORKYEARS	PERSONNEL COST	INDIRECT 66.06%
Accountant 3	\$50,918	0.75	\$38,189	
Accountant 3	\$53,061	0.20	\$10,612	
Accountant Manager 2	\$61,402	0.13	\$7,982	
Administrative Assistant 3	\$32,302	0.12	\$3,876	
Engineer 4	\$60,694	0.51	\$30,954	
Engineer 4	\$66,726	0.13	\$8,674	
Engineer 4	\$53,435	0.20	\$10,687	
Engineer 5	\$74,256	0.13	\$9,802	
Engineer 6	\$85,030	0.48	\$40,814	
Engineer Intern 2	\$39,208	0.22	\$8,626	
EQ Program Analyst 3	\$36,608	0.29	\$10,616	
Totals	\$613,640	3.16	\$180,833	\$119,458
Fringe Benefits	\$197,285	3.16	\$58,138	\$38,406
Total Salaries			\$238,971	\$157,864

PART 2 - ANNUAL SRF ADMINISTRATIVE BUDGET
THE BUDGET PERIOD FOR THIS IUP IS 7/1/2007 - 6/30/2008

Budget Category	SRF Amount	Total
Salaries	180,833	180,833
Fringe Benefits	58,138	58,138
Indirect Cost	157,864	157,864
Travel*	12,000	12,000
Contractual Services**	15,000	15,000
Total	\$ 423,834	\$ 423,834

\$45,000,000 is budgeted for construction of SRF projects.

*Travel for Engineers, and Financial staff for Inspections, Information Meetings and Conferences. About 48 In-State travel trips and 12 Out-of-State travel trips or a total of approximately 60 trips per year.

** Contractual Services includes the services of a bond attorney for bond issues, legal opinions, possible leveraging and rule or regulation revisions.